

STATE OF WASHINGTON WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

November 20, 2012

Eric Martuscelli Vice President-Operations Cascade Natural Gas Corporation 8113 W. Grandridge Blvd Kennewick, WA 99336

Dear Mr. Martuscelli:

RE: 2012 Natural Gas Distribution Integrity Management Program Inspection

Thank you for your letter dated November 19, 2012, addressing the findings of our Distribution Integrity Management Program (DIMP) inspection conducted from August 21 – 23, 2012. Staff accepts CNG's proposals to modify and revise its DIMP program where necessary and complete a new validated risk model no later than March 31, 2013.

I request that a copy of the revised DIMP procedures and validated risk model be submitted to the commission upon completion.

If you have any questions, or if we may be of any assistance, please contact Scott Rukke at (360) 664-1241.

Sincerely,

David D. Lykken

Pipeline Safety Director

cc: Steve Kessie, Manager-Operations Services, Cascade Natural Gas Corporation Tina Beach, Manager of Standards & Compliance, Cascade Natural Gas Corporation